

# FISCAL NOTE

**Bill #:** SB114

**Title:** Training for public assistance recipients

**Primary**

**Sponsor:** Fred Thomas

**Status:** As introduced

\_\_\_\_\_  
Sponsor signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Dave Lewis, Budget Director

\_\_\_\_\_  
Date

## Fiscal Summary

	<b><u>FY2000 Difference</u></b>	<b><u>FY2001 Difference</u></b>
<u>Expenditures:</u>		
Benefits	<u>283,868</u>	<u>283,868</u>
TOTAL	\$283,868	\$283,868
<u>Funding:</u>		
Federal Special Revenue (03)	<u>283,868</u>	<u>283,868</u>
TOTAL	\$283,868	\$283,868

**Net Impact on General Fund Balance:** None.

<b><u>Yes</u></b>	<b><u>No</u></b>		<b><u>Yes</u></b>	<b><u>No</u></b>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts

## Fiscal Analysis

### ASSUMPTIONS:

1. Currently there are 350 work experience sites with 500 possible positions.
2. This statute requires that workers compensation premiums must be paid based upon the minimum wage.
3. The federal minimum wage is \$5.15 per hour.
4. For purposes of this fiscal note, work experience positions will be estimated to be 2,080 hours per year per position.

(continued)

5. Workers compensation costs are estimated to be at the rate of \$5.30/\$100 assigned by the State Compensation Insurance Fund during the last legislative session.
6. Workers compensation premiums are anticipated to total \$283,868 per year. (Where the total cost is the workers compensation rate of \$5.30/\$100 times the annual salary based upon minimum wage for 2,080 hours annually for the 500 work experience site positions.  $[(\$5.15 \times 2,080) / 100 \times \$5.30 \times 500]$
7. Funding source will be the TANF block grant to cover Workers Compensation coverage expenses for work participants.

FISCAL IMPACT:

	FY2000 <u>Difference</u>	FY2001 <u>Difference</u>
<u>Expenditures:</u>		
Benefits	<u>283,868</u>	<u>283,868</u>
TOTAL	\$283,868	\$283,868
 <u>Funding:</u>		
Federal Special Revenue (03)	<u>283,868</u>	<u>283,868</u>
TOTAL	\$283,868	\$283,868
 <u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
Federal Special Revenue (03)	(\$283,868)	(\$283,868)